## PIERCE PROPOSED AMENDMENT NO. 1

TIME/DATE PREPARED: December 16, 2014



COMPANY: Tucson Electric Power Company

AGENDA ITEM NO. 9

DOCKET NO(S). E-01933A-14-0248

OPEN MEETING DATE: December 18, 2014

ORIGINAL

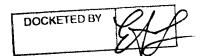
Page 9, Line 6,

INSERT New Ordering Paragraph:

"IT IS FURTHER ORDERED that a waiver to the REST requirements contained in R14-2-1804 and R14-2-1805 will be granted to Tucson Electric Power Company if it's forecasted Planning Reserve Margin is greater than or equal to eighteen percent (18%) each year for the next two years. To obtain this waiver, Tucson Electric Power Company must file with the Commission documentation demonstrating that its forecasted Planning Reserve Margin exceeds eighteen percent (18%) for at least the next two years and if obtained, the waiver shall apply for each year that the forecasted Planning Reserve Margin exceeds eighteen percent (18%)."

Make all other conforming changes.

Arizona Corporation Commission
DOCKETED
DEC 16 2014



RECEIVED

· · · · · · · · · · · · · · · · · · ·		
THIS AMENDMENT:		
Passed	Passed as amended by	у
Failed	Not Offered	Withdrawn

<sup>&</sup>lt;sup>1</sup> As defined by North American Electric Reliability Corporation ("NERC"), Planning Reserve Margin equals the difference in Deliverable or Prospective Resources and Net Internal Demand, divided by Net Internal Demand. Deliverable Resources are calculated by the sum of Existing, Certain and Future, Planned Capacity Resources plus Net Firm Transactions. Prospective Resources include Deliverable Resources and Existing, Other Resources. Net Internal Demand equals Total Internal Demand less Dispatchable, Controllable Capacity Demand Response used to reduce load.